

BEFORE THE DEPARTMENT OF REVENUE
OF THE STATE OF MONTANA

In the matter of the amendment of)	NOTICE OF PUBLIC HEARING ON
ARM 42.21.113, 42.21.123,)	PROPOSED AMENDMENT
42.21.124, 42.21.131, 42.21.137,)	
42.21.138, 42.21.139, 42.21.140,)	
42.21.151, 42.21.153, 42.21.155,)	
42.21.165, and 42.22.1311 pertaining)	
to the trended depreciation schedules)	
for valuing property)	

TO: All Concerned Persons

1. On November 12, 2014, at 9 a.m., the Department of Revenue will hold a public hearing in the Third Floor Reception Area Conference Room of the Sam W. Mitchell Building, located at 125 North Roberts, Helena, Montana, to consider the proposed amendment of the above-stated rules. The conference room is most readily accessed by entering through the east doors of the building.

2. The Department of Revenue will make reasonable accommodations for persons with disabilities who wish to participate in this public hearing or need an alternative accessible format of this notice. If you require an accommodation, please advise the department of the nature of the accommodation needed, no later than 5 p.m. on November 3, 2014. Please contact Laurie Logan, Department of Revenue, Director's Office, P.O. Box 7701, Helena, Montana 59604-7701; telephone (406) 444-7905; fax (406) 444-3696; or e-mail lalogan@mt.gov.

3. GENERAL STATEMENT OF REASONABLE NECESSITY. The department uses data from the guides and valuation manuals listed in its rules to determine the trended depreciation schedules published in those rules. Personal property is valued annually and because the trend tables used to value personal property change from year to year, the department must provide taxpayers with notice of those changes and does so through the rulemaking process. The annual update to the trended depreciation schedules provides taxpayers with the current depreciation percentage for each of the personal property classifications for the upcoming year. The updates also clearly identify for the taxpayer how the department values and depreciates property over time.

The department has considered the small business impact study requirements of 2-4-111, MCA, and determined the proposed amendments to the rules in this notice will not significantly and directly impact small businesses. ARM 42.21.157 requires the department to update the depreciation schedules of tangible personal property on an annual basis. The annual changes to ARM 42.21.113, 42.21.123, 42.21.131, 42.21.137, 42.21.138, 42.21.139, 42.21.140, 42.21.155, and 42.21.1311, affect all businesses with tangible personal property. By annually updating the depreciation schedules, the department accounts for the impact an additional year of wear and tear has on the value of tangible personal

property. Small businesses would see a negative impact if these tables were not updated.

It is reasonably necessary to update the trend tables to reflect any changes for the upcoming year. This general statement of reasonable necessity applies to all of the following proposed amendments, and has been supplemented as appropriate for any additional proposed rule change.

4. The rules as proposed to be amended provide as follows, new matter underlined, deleted matter interlined:

42.21.113 LEASED AND RENTAL EQUIPMENT (1) Leased or rental equipment that is leased or rented on an hourly, daily, weekly, semimonthly, or monthly basis, but is not exempt under 15-6-202 or 15-6-219, MCA, will be valued in the following manner:

(a) For equipment that has an acquired cost of \$0 to \$500, the department shall use a four-year trended depreciation schedule. The trended schedule will be the same as ARM 42.21.155, category 1.

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	70%
2012 <u>2013</u>	43 <u>44</u> %
2011 <u>2012</u>	18 <u>19</u> %
2010 <u>2011</u> and older	8 <u>9</u> %

(b) For equipment that has an acquired cost of \$501 to \$1,500, the department shall use a five-year trended depreciation schedule. The trended schedule will be the same as ARM 42.21.155, category 2.

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	85%
2012 <u>2013</u>	66 <u>69</u> %
2011 <u>2012</u>	51 <u>50</u> %
2010 <u>2011</u>	33%
2009 <u>2010</u> and older	22%

(c) For equipment that has an acquired cost of \$1,501 to \$5,000, the department shall use a ten-year trended depreciation schedule. The trended schedule will be the same as ARM 42.21.155, category 8.

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	92%
2012 <u>2013</u>	84 <u>85</u> %
2011 <u>2012</u>	78 <u>77</u> %
2010 <u>2011</u>	70%
2009 <u>2010</u>	61%
2008 <u>2009</u>	55 <u>52</u> %

2007 <u>2008</u>	44%
2006 <u>2007</u>	35%
2005 <u>2006</u>	29 <u>28</u> %
2004 <u>2005</u> and older	26%

(d) For equipment that has an acquired cost of \$5,001 to \$15,000, the department shall use the trended depreciation schedule for heavy equipment. The schedule will be the same as ARM 42.21.131.

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD</u>
2014 <u>2015</u>	80%
2013 <u>2014</u>	65%
2012 <u>2013</u>	57 <u>62</u> %
2011 <u>2012</u>	57 <u>58</u> %
2010 <u>2011</u>	54 <u>52</u> %
2009 <u>2010</u>	48 <u>49</u> %
2008 <u>2009</u>	43%
2007 <u>2008</u>	40%
2006 <u>2007</u>	36 <u>37</u> %
2005 <u>2006</u>	32 <u>34</u> %
2004 <u>2005</u>	30 <u>33</u> %
2003 <u>2004</u>	23 <u>32</u> %
2002 <u>2003</u>	22 <u>29</u> %
2001 <u>2002</u>	23 <u>27</u> %
2000 <u>2001</u>	24 <u>25</u> %
1999 <u>2000</u>	19 <u>23</u> %
1998 <u>1999</u>	21 <u>22</u> %
1997 <u>1998</u>	20 <u>21</u> %
1996 <u>1997</u>	20 <u>21</u> %
1995 <u>1996</u> and older	15 <u>19</u> %

(e) For rental video tapes and digital video disks, the following trended depreciation schedule will be used:

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	25%
2012 <u>2013</u>	15%
2011 <u>2012</u> and older	10%

(2) through (4) remain the same.

(5) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, 15-23-108, MCA

IMP: 15-6-135, 15-6-138, 15-6-202, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.113 to strike an incorrect implementing statute.

42.21.123 FARM MACHINERY AND EQUIPMENT (1) through (7) remain the same.

(8) The trended depreciation schedule referred to in (2) through (6) is listed below and shall be used for tax year ~~2014~~ 2015. The schedule is derived by using the guidebook listed in (2) as the data base. The values derived through use of the trended depreciation schedule will approximate average wholesale value.

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD AVERAGE WHOLESALE</u>
2014 <u>2015</u>	80%
2013 <u>2014</u>	75%
2012 <u>2013</u>	66%
2011 <u>2012</u>	64 <u>61</u> %
2010 <u>2011</u>	61 <u>58</u> %
2009 <u>2010</u>	54 <u>55</u> %
2008 <u>2009</u>	53 <u>48</u> %
2007 <u>2008</u>	51 <u>48</u> %
2006 <u>2007</u>	48 <u>47</u> %
2005 <u>2006</u>	44%
2004 <u>2005</u>	43 <u>41</u> %
2003 <u>2004</u>	38 <u>39</u> %
2002 <u>2003</u>	33 <u>35</u> %
2001 <u>2002</u>	31%
2000 <u>2001</u>	29 <u>28</u> %
1999 <u>2000</u>	27%
1998 <u>1999</u> and older	22 <u>21</u> %

(9) remains the same.

(10) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, 15-6-207, 15-6-219, MCA

42.21.124 PER CAPITA LIVESTOCK TAX REPORTING PROCEDURE

(1) For purposes of assessing the per capita ~~tax fees~~ on livestock, poultry, and bees to pay the expense of enforcing the livestock, poultry, and bee laws, the following categories of livestock, poultry, and bees shall be used by the producer to report the number of animals within each category. The established categories are:

(a) through (j) remain the same.

(2) This rule is effective for tax years beginning after December 31, ~~1997~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-207, 15-24-921, 15-24-922, 15-24-925, MCA

REASONABLE NECESSITY: The department proposes amending ARM 42.21.124 to correctly identify the per capita fee as a fee, rather than a tax, and to update the year referenced in (2).

42.21.131 HEAVY EQUIPMENT (1) through (4) remain the same.

(5) The trended depreciation schedule referred to in (2), (3), and (4) is listed below and shall be used for tax year ~~2014~~ 2015. The values derived through the use of these percentages approximate the "quick sale" values as calculated in the guidebooks listed in (1).

HEAVY EQUIPMENT TRENDED DEPRECIATION SCHEDULE

<u>YEAR NEW/ACQUIRED</u>	<u>TRENDED % GOOD WHOLESALE</u>
2014 <u>2015</u>	80%
2013 <u>2014</u>	65%
2012 <u>2013</u>	57 <u>62</u> %
2011 <u>2012</u>	57 <u>58</u> %
2010 <u>2011</u>	54 <u>52</u> %
2009 <u>2010</u>	48 <u>49</u> %
2008 <u>2009</u>	43%
2007 <u>2008</u>	40%
2006 <u>2007</u>	36 <u>37</u> %
2005 <u>2006</u>	32 <u>34</u> %
2004 <u>2005</u>	30 <u>33</u> %
2003 <u>2004</u>	23 <u>32</u> %
2002 <u>2003</u>	22 <u>29</u> %
2001 <u>2002</u>	23 <u>27</u> %
2000 <u>2001</u>	24 <u>25</u> %
1999 <u>2000</u>	19 <u>23</u> %
1998 <u>1999</u>	21 <u>22</u> %
1997 <u>1998</u>	20 <u>21</u> %
1996 <u>1997</u>	20 <u>21</u> %
1995 <u>1996</u> and older	15 <u>19</u> %

(6) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014, and applies to all heavy equipment.

AUTH: 15-1-201, 15-23-108, MCA

IMP: 15-6-135, 15-6-138, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.131 to remove an unnecessary table header and to strike an incorrect implementing statute.

42.21.137 SEISMOGRAPH UNITS AND ALLIED EQUIPMENT

(1) through (3) remain the same.

(4) The trended depreciation schedules referred to in (1) through (3) are listed below and shall be used for tax year ~~2014~~ 2015.

SEISMOGRAPH UNIT

<u>YEAR</u> <u>NEW/ACQUIRED</u>	<u>%</u> <u>GOOD</u>	<u>TREND</u> <u>FACTOR</u>	<u>TRENDED</u> <u>% GOOD</u>	<u>WHOLESALE</u> <u>FACTOR</u>	<u>WHOLESALE</u> <u>% GOOD</u>
2014 <u>2015</u>	100%	1.000	100%	80%	80%
2013 <u>2014</u>	85%	1.000	85%	80%	68%
2012 <u>2013</u>	69%	1.000 <u>9</u>	69 <u>70</u> %	80%	55 <u>56</u> %
2011 <u>2012</u>	52%	1.027 <u>10</u>	53%	80%	43 <u>42</u> %
2010 <u>2011</u>	34%	1.055 <u>38</u>	36 <u>35</u> %	80%	29 <u>28</u> %
2009 <u>2010</u>	23%	1.040 <u>66</u>	24 <u>25</u> %	80%	19 <u>20</u> %
2008 <u>2009-2006</u>	18%	1.077 <u>51</u>	19%	80%	16 <u>15</u> %
2005 and older	5%				5%

SEISMOGRAPH ALLIED EQUIPMENT

<u>YEAR NEW/</u> <u>ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED %</u> <u>GOOD</u>
2014 <u>2015</u>	100%	1.000	100%
2013 <u>2014</u>	85%	1.000	85%
2012 <u>2013</u>	69%	1.000 <u>1.009</u>	69 <u>70</u> %
2011 <u>2012</u>	52%	1.027 <u>1.010</u>	53%
2010 <u>2011</u>	34%	1.055 <u>1.038</u>	36 <u>35</u> %
2009 <u>2010</u>	23%	1.040 <u>1.066</u>	24 <u>25</u> %
2008 <u>2009-2006</u>	18%	1.077 <u>1.051</u>	19%
2005 and older	5%		5%

(5) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.137 to strike an incorrect implementing statute.

42.21.138 OIL AND GAS FIELD MACHINERY AND EQUIPMENT

(1) and (2) remain the same.

(3) The trended depreciation schedule referred to in (1) and (2) is listed below and shall be used for tax year ~~2014~~ 2015.

OIL AND GAS FIELD PRODUCTION

EQUIPMENT TRENDED DEPRECIATION SCHEDULE

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
2014 <u>2015</u>	100%	1.000	100%
2013 <u>2014</u>	95%	1.000	95%
2012 <u>2013</u>	90%	1.000 1.009	90 91%
2011 <u>2012</u>	85%	1.027 1.010	87 86%
2010 <u>2011</u>	79%	1.055 1.038	83 82%
2009 <u>2010</u>	73%	1.040 1.066	76 78%
2008 <u>2009</u>	68%	1.077 1.051	73 71%
2007 <u>2008</u>	62%	1.125 1.088	70 67%
2006 <u>2007</u>	55%	1.192 1.137	66 63%
2005 <u>2006</u>	49%	1.252 1.204	61 59%
2004 <u>2005</u>	43%	1.358 1.265	58 54%
2003 <u>2004</u>	37%	1.406 1.372	52 51%
2002 <u>2003</u>	31%	1.434 1.420	44%
2001 <u>2002</u>	26%	1.442 1.449	37 38%
2000 <u>2001</u>	23%	1.456 1.457	33 34%
1999 <u>2000</u> and older	21%	1.479 1.471	30 31%

(4) remains the same.

(5) Downhole equipment which is not in an oil or gas well as of the assessment date, January 1, each year shall be taxed as class eight property.

(6) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, 15-6-213, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.138 to clearly set forth the assessment date for determining the taxable or exempt status of downhole equipment, and to remove an unnecessary table header.

42.21.139 WORK-OVER AND SERVICE RIGS (1) through (4) remain the same.

(5) The trended depreciation schedule referred to in (2) and (4) is listed below and shall be used for tax year ~~2014~~ 2015.

SERVICE AND WORKOVER RIG TRENDED DEPRECIATION SCHEDULE

<u>YEAR/NEW ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>WHOLESALE FACTOR</u>	<u>TRENDED WHOLESALE % GOOD</u>
2014 <u>2015</u>	100%	1.000	80%	80%

2013 <u>2014</u>	92%	1.000	80%	74%
2012 <u>2013</u>	84%	1.000 <u>1.009</u>	80%	67 <u>68</u> %
2011 <u>2012</u>	76%	1.027 <u>1.010</u>	80%	62 <u>61</u> %
2010 <u>2011</u>	67%	1.055 <u>1.038</u>	80%	57 <u>56</u> %
2009 <u>2010</u>	58%	1.040 <u>1.066</u>	80%	48 <u>49</u> %
2008 <u>2009</u>	49%	1.077 <u>1.051</u>	80%	42 <u>41</u> %
2007 <u>2008</u>	39%	1.125 <u>1.088</u>	80%	35 <u>34</u> %
2006 <u>2007</u>	30%	1.192 <u>1.137</u>	80%	29 <u>27</u> %
2005 <u>2006</u>	24%	1.252 <u>1.204</u>	80%	24 <u>23</u> %
2004 <u>2005</u> and older	21%	1.358 <u>1.265</u>	80%	22 <u>21</u> %

(6) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.139 to remove an unnecessary table header.

42.21.140 OIL DRILLING RIGS (1) remains the same.

(2) The department shall prepare a ten-year trended depreciation schedule for oil drilling rigs. The trended depreciation schedule shall be derived from depreciation factors published in the Marshall & Swift Valuation Service Guide. The "% good" for all drill rigs less than one year old shall be 100 percent. The trended depreciation schedule for tax year ~~2014~~ 2015 is listed below.

DRILL RIG-TRENDED DEPRECIATION SCHEDULE

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
2014 <u>2015</u>	100%	1.000	100%
2013 <u>2014</u>	92%	1.000	92%
2012 <u>2013</u>	84%	1.000 <u>1.009</u>	84 <u>85</u> %
2011 <u>2012</u>	76%	1.027 <u>1.010</u>	78 <u>77</u> %
2010 <u>2011</u>	67%	1.055 <u>1.038</u>	71 <u>70</u> %
2009 <u>2010</u>	58%	1.040 <u>1.066</u>	60 <u>62</u> %
2008 <u>2009</u>	49%	1.077 <u>1.051</u>	53 <u>51</u> %
2007 <u>2008</u>	39%	1.125 <u>1.088</u>	44 <u>42</u> %
2006 <u>2007</u>	30%	1.192 <u>1.137</u>	36 <u>34</u> %
2005 <u>2006</u>	24%	1.252 <u>1.204</u>	30 <u>29</u> %
2004 <u>2005</u> and older	21%	1.358 <u>1.265</u>	28 <u>27</u> %

(3) remains the same.

(4) This rule is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.140 to remove an unnecessary table header and to strike an incorrect implementing statute.

42.21.151 LOCALLY ASSESSED CABLE TELEVISION ~~CABLE~~ SYSTEMS

(1) The average market value for television cable systems is \$2,000 per mile of coaxial cable (transmission line) and \$25 per service drop of central office or headend type equipment will be determined by using a ten-year trended depreciation schedule.

(2) The market value of transmission and distribution type assets will be determined by using a twenty-year trended depreciation schedule.

(3) The percent good will be derived from the Marshall & Swift Valuation Service Guide furniture and fixtures depreciation tables, as published by the Marshall and Swift Publication Company, 915 Wilshire Boulevard, 8th Floor, P.O. Box 26307, Los Angeles, California 90026-0307.

(4) The trend factors shall be calculated using the most recent available "Producer Price Index for Commodities," Series Id WPU1178, "Electronic Components and Accessories," published by the United States Department of Labor, Bureau of Labor Statistics.

~~(2)~~(5) The average market value for of the dishes and towers will be determined by using a five-year trended depreciation schedule on for dishes and ten-year trended depreciation schedule on for towers. Both the trend factors and the depreciation tables will be derived from the Marshall & Swift Valuation Service Guide, as published by the Marshall and Swift Publication Company, 915 Wilshire Boulevard, 8th Floor, P.O. Box 26307, Los Angeles, California 90026-0307. The trend factors shall be the most recent available from the "Average of all Indexes" listed in the above publication.

~~(3)~~(6) The trended depreciation schedules will be applied to the acquired cost including installation and year acquired of the dish or tower equipment.

~~(4)~~(7) The trended depreciation schedules referred to in (1), (2), and ~~(3)~~(5) are listed below and shall be in effect for tax year 2014 2015.

TEN-YEAR "HEADEND EQUIPMENT"

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2014</u>	<u>92%</u>	<u>1.000</u>	<u>92%</u>
<u>2013</u>	<u>84%</u>	<u>0.999</u>	<u>84%</u>
<u>2012</u>	<u>76%</u>	<u>0.983</u>	<u>75%</u>
<u>2011</u>	<u>67%</u>	<u>0.955</u>	<u>64%</u>
<u>2010</u>	<u>58%</u>	<u>0.921</u>	<u>53%</u>
<u>2009</u>	<u>49%</u>	<u>0.905</u>	<u>44%</u>
<u>2008</u>	<u>39%</u>	<u>0.874</u>	<u>34%</u>

<u>2007</u>	<u>30%</u>	<u>0.790</u>	<u>24%</u>
<u>2006</u>	<u>24%</u>	<u>0.793</u>	<u>19%</u>
<u>2005 and older</u>	<u>21%</u>	<u>0.783</u>	<u>16%</u>

TWENTY-YEAR "TRANSMISSION & DISTRIBUTION ASSETS"

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2014</u>	<u>97%</u>	<u>1.000</u>	<u>97%</u>
<u>2013</u>	<u>93%</u>	<u>0.999</u>	<u>93%</u>
<u>2012</u>	<u>90%</u>	<u>0.983</u>	<u>89%</u>
<u>2011</u>	<u>86%</u>	<u>0.955</u>	<u>82%</u>
<u>2010</u>	<u>82%</u>	<u>0.921</u>	<u>76%</u>
<u>2009</u>	<u>78%</u>	<u>0.905</u>	<u>71%</u>
<u>2008</u>	<u>74%</u>	<u>0.874</u>	<u>65%</u>
<u>2007</u>	<u>70%</u>	<u>0.790</u>	<u>55%</u>
<u>2006</u>	<u>65%</u>	<u>0.793</u>	<u>52%</u>
<u>2005</u>	<u>60%</u>	<u>0.783</u>	<u>47%</u>
<u>2004</u>	<u>55%</u>	<u>0.767</u>	<u>42%</u>
<u>2003</u>	<u>50%</u>	<u>0.751</u>	<u>38%</u>
<u>2002</u>	<u>45%</u>	<u>0.742</u>	<u>33%</u>
<u>2001</u>	<u>40%</u>	<u>0.717</u>	<u>29%</u>
<u>2000</u>	<u>35%</u>	<u>0.706</u>	<u>25%</u>
<u>1999</u>	<u>31%</u>	<u>0.696</u>	<u>22%</u>
<u>1998</u>	<u>27%</u>	<u>0.678</u>	<u>18%</u>
<u>1997</u>	<u>24%</u>	<u>0.646</u>	<u>16%</u>
<u>1996</u>	<u>22%</u>	<u>0.617</u>	<u>14%</u>
<u>1995 and older</u>	<u>21%</u>	<u>0.598</u>	<u>13%</u>

TABLE 1: FIVE-YEAR "DISHES"

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	<u>85%</u>	<u>1.000</u>	<u>85%</u>
<u>2012 2013</u>	<u>69%</u>	<u>1.007 1.010</u>	<u>69 70%</u>
<u>2011 2012</u>	<u>52%</u>	<u>1.036 1.018</u>	<u>54 53%</u>
<u>2010 2011</u>	<u>34%</u>	<u>1.068 1.047</u>	<u>36%</u>
<u>2009 2010 and older</u>	<u>24 23%</u>	<u>1.060 1.080</u>	<u>22 25%</u>

TABLE 2: TEN-YEAR "TOWERS"

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	<u>92%</u>	<u>1.000</u>	<u>92%</u>

2012 <u>2013</u>	84%	1.007 <u>1.010</u>	85%
2011 <u>2012</u>	76%	1.036 <u>1.018</u>	79 <u>77%</u>
2010 <u>2011</u>	67%	1.068 <u>1.047</u>	72 <u>70%</u>
2009 <u>2010</u>	58%	1.060 <u>1.080</u>	64 <u>63%</u>
2008 <u>2009</u>	49%	1.094 <u>1.072</u>	53%
2007 <u>2008</u>	39%	1.134 <u>1.103</u>	44 <u>43%</u>
2006 <u>2007</u>	30%	1.196 <u>1.146</u>	36 <u>34%</u>
2005 <u>2006</u>	24%	1.254 <u>1.209</u>	30 <u>29%</u>
2004 <u>2005</u> and older	21%	1.345 <u>1.265</u>	28 <u>27%</u>

~~(5)~~(8) This rule is effective for tax years beginning after December 31, ~~2013~~
2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.151 to provide trended depreciation tables and the valuation method for certain cable television equipment to more accurately reflect current market value. Furthermore, the department proposes removing unnecessary table headers, striking an incorrect implementing statute, and changing the rule title to better reflect the rule content.

42.21.153 SKI LIFT EQUIPMENT (1) and (2) remain the same.

(3) The depreciation schedules shall be determined by the life expectancy of the equipment and will normally compensate for the loss in value due to ordinary wear and tear, offset by reasonable maintenance, and ordinary functional obsolescence due to the technological changes during the life expectancy period.

DEPRECIATION TABLE FOR SKI LIFT EQUIPMENT

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	92%	1.000	92%
2012 <u>2013</u>	84%	1.007 <u>1.010</u>	85%
2011 <u>2012</u>	76%	1.036 <u>1.018</u>	79 <u>77%</u>
2010 <u>2011</u>	67%	1.068 <u>1.047</u>	72 <u>70%</u>
2009 <u>2010</u>	58%	1.060 <u>1.080</u>	64 <u>63%</u>
2008 <u>2009</u>	49%	1.094 <u>1.072</u>	53%
2007 <u>2008</u>	39%	1.134 <u>1.103</u>	44 <u>43%</u>
2006 <u>2007</u>	30%	1.196 <u>1.146</u>	36 <u>34%</u>
2005 <u>2006</u>	24%	1.254 <u>1.209</u>	30 <u>29%</u>
2004 <u>2005</u> and older	21%	1.345 <u>1.265</u>	28 <u>27%</u>

(a) The taxpayer must initially list with the department:

- (i) all equipment by year of installation; and
- (ii) installed costs of that equipment.
- (b) Each year thereafter, the taxpayer must list with the department:
 - (i) all additions or deletions from the previous year's list, with installed cost.
- (4) This methodology is effective for tax years beginning after December 31, ~~2013~~ 2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes further amending ARM 42.21.153 to remove an unnecessary table header and to strike an incorrect implementing statute.

42.21.155 DEPRECIATION SCHEDULES (1) remains the same.

(2) The trended depreciation schedules for tax year ~~2014~~ 2015 are listed below. The categories are explained in ARM 42.21.156. The trend factors are derived according to ARM 42.21.156 and 42.21.157.

CATEGORY 1

<u>YEAR NEW/ ACQUIRED</u>	<u>%GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	70%	1.000	70%
2012 <u>2013</u>	45%	0.953 <u>0.986</u>	43 <u>44</u> %
2011 <u>2012</u>	20%	0.879 <u>0.934</u>	18 <u>19</u> %
2010 <u>2011</u> and older	10%	0.808 <u>0.861</u>	8 <u>9</u> %

CATEGORY 2

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	85%	1.000	85%
2012 <u>2013</u>	69%	0.962 <u>0.998</u>	66 <u>69</u> %
2011 <u>2012</u>	52%	0.975 <u>0.960</u>	51 <u>50</u> %
2010 <u>2011</u>	34%	0.979 <u>0.973</u>	33%
2009 <u>2010</u> and older	23%	0.937 <u>0.977</u>	22%

CATEGORY 3

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
2013 <u>2014</u>	85%	1.000	85%
2012 <u>2013</u>	69%	0.987 <u>0.999</u>	68 <u>69</u> %
2011 <u>2012</u>	52%	0.959 <u>0.983</u>	50 <u>51</u> %

<u>2010 2011</u>	34%	0.925 <u>0.955</u>	34 <u>32%</u>
<u>2009 2010</u> and older	23%	0.909 <u>0.921</u>	21%

CATEGORY 4

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	85%	1.000	85%
<u>2012 2013</u>	69%	0.999 <u>0.996</u>	69%
<u>2011 2012</u>	52%	0.995 <u>0.995</u>	52%
<u>2010 2011</u>	34%	0.983 <u>0.991</u>	33 <u>34%</u>
<u>2009 2010</u> and older	23%	0.972 <u>0.978</u>	22 <u>23%</u>

CATEGORY 5

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	85%	1.000	85%
<u>2012 2013</u>	69%	1.011 <u>1.008</u>	70%
<u>2011 2012</u>	52%	1.042 <u>1.020</u>	54 <u>53%</u>
<u>2010 2011</u>	34%	1.051 <u>1.050</u>	36%
<u>2009 2010</u> and older	23%	1.056 <u>1.059</u>	24%

CATEGORY 6

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	85%	1.000	85%
<u>2012 2013</u>	69%	1.016 <u>1.015</u>	70%
<u>2011 2012</u>	52%	1.044 <u>1.032</u>	54%
<u>2010 2011</u>	34%	1.080 <u>1.060</u>	37 <u>36%</u>
<u>2009 2010</u> and older	23%	1.100 <u>1.097</u>	25%

CATEGORY 7

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	92%	1.000	92%
<u>2012 2013</u>	84%	1.017 <u>1.015</u>	85%
<u>2011 2012</u>	76%	1.047 <u>1.031</u>	80 <u>78%</u>
<u>2010 2011</u>	67%	1.064 <u>1.063</u>	71%
<u>2009 2010</u>	58%	1.058 <u>1.079</u>	61 <u>63%</u>
<u>2008 2009</u>	49%	1.092 <u>1.074</u>	53%

<u>2007 2008</u>	39%	<u>1.114 1.108</u>	43%
<u>2006 2007</u>	30%	<u>1.135 1.128</u>	34%
<u>2005 2006</u>	24%	<u>1.170 1.152</u>	28%
<u>2004 2005 and</u> older	21%	<u>1.204 1.187</u>	25%

CATEGORY 8

<u>YEAR NEW/ ACQUIRED</u>	<u>% GOOD</u>	<u>TREND FACTOR</u>	<u>TRENDED % GOOD</u>
<u>2013 2014</u>	92%	1.000	92%
<u>2012 2013</u>	84%	<u>1.004 1.012</u>	<u>84 85%</u>
<u>2011 2012</u>	76%	<u>1.033 1.016</u>	<u>78 77%</u>
<u>2010 2011</u>	67%	<u>1.043 1.045</u>	70%
<u>2009 2010</u>	58%	<u>1.047 1.056</u>	61%
<u>2008 2009</u>	49%	<u>1.114 1.060</u>	<u>55 52%</u>
<u>2007 2008</u>	39%	<u>1.138 1.127</u>	44%
<u>2006 2007</u>	30%	<u>1.170 1.152</u>	35%
<u>2005 2006</u>	24%	<u>1.208 1.185</u>	<u>29 28%</u>
<u>2004 2005 and</u> older	21%	<u>1.254 1.223</u>	26%

(3) This rule is effective for tax years beginning after December 31, ~~2013~~
2014.

AUTH: 15-1-201, MCA

IMP: 15-6-135, 15-6-138, ~~15-6-207~~, 15-6-219, MCA

REASONABLE NECESSITY: The department proposes amending ARM 42.21.155 to strike an incorrect implementing statute.

42.21.165 LIVESTOCK REPORTING REQUIREMENTS (1) A ~~taxpayer~~ person who raises or owns livestock in the state of Montana subject to the per capita fees under 15-24-921, MCA, and the requirement of a written statement under 15-24-903, MCA, must submit a completed livestock reporting form.

(2) ~~The department must receive the completed statement postmarked~~ completed livestock reporting form must be submitted no later than ~~February 15~~ March 1. If a taxpayer fails to timely return a completed livestock reporting form, the ~~The~~ department will ~~issue written notice to the taxpayer advising the taxpayer inform~~ the livestock owner of their obligation to return a completed complete and submit a livestock reporting form. ~~The notice shall also and~~ and advise the taxpayer livestock owner that they are subject to penalty under the provisions of 15-8-309 and 15-24-904, MCA, for failure to ~~return~~ submit the reporting form ~~within ten days of receiving the reminder notice in a timely manner.~~

(3) If a ~~taxpayer~~ livestock owner fails to ~~return a completed and submit a~~ livestock reporting form during the ~~timeframes~~ time frame set forth in (2), the

department shall, ~~after ten days' notice,~~ may assess a \$25 penalty under 15-8-309, and 15-24-904, MCA.

(4) ~~If, after issuance of the notice required in (2), a taxpayer a livestock owner~~ fails to ~~return~~ submit a completed livestock reporting form, the department will estimate livestock numbers based upon the best information available. The department may utilize previously reported livestock numbers, brand inspections, or other available information as a basis for its estimation.

(5) Statements ~~postmarked~~ submitted after the deadline in (2) ~~will~~ may be assessed a penalty unless:

(a) the ~~taxpayer~~ livestock owner provides evidence of their inability to comply due to hospitalization, physical illness, infirmity, or mental illness; and

(b) evidence that this/these conditions(s), while not necessarily continuous, existed at sufficient levels in the period of January 1 to March ~~45~~ 1 to prevent timely filing of the reporting form.

AUTH: 15-1-201, MCA

IMP: 15-8-309, 15-24-903, 15-24-904, 15-24-921, MCA

REASONABLE NECESSITY: The department proposes amending ARM 42.21.165 to more accurately reflect the department's move to an electronic online livestock reporting process. Because livestock is not subject to ad valorem taxes, the department is completely separating livestock reporting for per capita fee assessment from personal property reporting which is required for ad valorem property tax assessment.

42.22.1311 INDUSTRIAL MACHINERY AND EQUIPMENT TREND FACTORS (1) The trend factors will be used to value industrial machinery and equipment for ad valorem tax purposes pursuant to ARM 42.22.1306. The department uses annual cost indexes from the Marshall & Swift Valuation Service Guide. The current index is divided by the annual index for each year to arrive at a trending factor. Each major industry has its own trend table. Where no index existed in the Marshall & Swift Valuation Service Guide for a particular industry, that industry was grouped with other industries using similar equipment. The department will utilize the machinery and equipment trend factors that are set forth in the following tables:

(2) Life expectancies for industrial machinery and equipment are shown in the trend table below.

~~2013~~ 2015 INDUSTRIAL MACHINERY AND EQUIPMENT TREND FACTORS

<u>Description</u>	<u>Trend Table</u>	<u>Life</u>
(a) through (cj) remain the same.		
Note: 1. Lab equipment is included in its related industry's table at ten-year life expectancy.		

(3) Tables 1 through 32 represent the yearly trend factors for each of the

categories.

<u>YEAR</u>	<u>TABLE 1</u> <u>Airplane Mfg.</u>	<u>TABLE 2</u> <u>Baking</u>	<u>TABLE 3</u> <u>Bottling</u>	<u>TABLE 4</u> <u>Brew/Dis.</u>	<u>TABLE 5</u> <u>Candy Confect.</u>
2013	1.000	1.000	1.000	1.000	1.000
2012	1.000	1.008	1.004	1.008	1.008
2011	1.030	1.036	1.032	1.034	1.037
2010	1.068	1.070	1.065	1.063	1.070
2009	1.051	1.062	1.055	1.057	1.064
2008	1.081	1.088	1.083	1.087	1.089
2007	1.125	1.132	1.130	1.135	1.133
2006	1.187	1.212	1.198	1.203	1.217
2005	1.249	1.268	1.260	1.264	1.272
2004	1.352	1.363	1.366	1.366	1.367
2003	1.404	1.415	1.416	1.413	1.417
2002	1.429	1.439	1.442	1.438	1.441
2001	1.434	1.448	1.449	1.447	1.450
2000	1.444	1.464	1.461	1.463	1.467
1999	1.471	1.494	1.489	1.490	1.496
1998	1.472	1.499	1.492	1.498	1.501
1997	1.484	1.514	1.504	1.513	1.517
1996	1.502	1.540	1.527	1.538	1.545
1995	1.522	1.563	1.550	1.567	1.569
1994	1.583	1.627	1.611	1.626	1.634
<u>2014</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
<u>2013</u>	<u>1.007</u>	<u>1.011</u>	<u>1.009</u>	<u>1.010</u>	<u>1.011</u>
<u>2012</u>	<u>1.008</u>	<u>1.020</u>	<u>1.013</u>	<u>1.019</u>	<u>1.021</u>
<u>2011</u>	<u>1.037</u>	<u>1.048</u>	<u>1.041</u>	<u>1.046</u>	<u>1.049</u>
<u>2010</u>	<u>1.076</u>	<u>1.082</u>	<u>1.075</u>	<u>1.074</u>	<u>1.083</u>
<u>2009</u>	<u>1.058</u>	<u>1.074</u>	<u>1.065</u>	<u>1.068</u>	<u>1.077</u>
<u>2008</u>	<u>1.089</u>	<u>1.101</u>	<u>1.093</u>	<u>1.098</u>	<u>1.102</u>
<u>2007</u>	<u>1.133</u>	<u>1.145</u>	<u>1.141</u>	<u>1.147</u>	<u>1.147</u>
<u>2006</u>	<u>1.196</u>	<u>1.226</u>	<u>1.209</u>	<u>1.216</u>	<u>1.232</u>
<u>2005</u>	<u>1.258</u>	<u>1.282</u>	<u>1.271</u>	<u>1.278</u>	<u>1.288</u>
<u>2004</u>	<u>1.362</u>	<u>1.379</u>	<u>1.378</u>	<u>1.381</u>	<u>1.384</u>
<u>2003</u>	<u>1.414</u>	<u>1.431</u>	<u>1.429</u>	<u>1.428</u>	<u>1.434</u>
<u>2002</u>	<u>1.440</u>	<u>1.456</u>	<u>1.455</u>	<u>1.454</u>	<u>1.458</u>
<u>2001</u>	<u>1.445</u>	<u>1.465</u>	<u>1.462</u>	<u>1.463</u>	<u>1.468</u>
<u>2000</u>	<u>1.455</u>	<u>1.481</u>	<u>1.475</u>	<u>1.479</u>	<u>1.485</u>
<u>1999</u>	<u>1.481</u>	<u>1.511</u>	<u>1.503</u>	<u>1.507</u>	<u>1.514</u>
<u>1998</u>	<u>1.483</u>	<u>1.516</u>	<u>1.506</u>	<u>1.515</u>	<u>1.519</u>
<u>1997</u>	<u>1.495</u>	<u>1.532</u>	<u>1.518</u>	<u>1.530</u>	<u>1.536</u>
<u>1996</u>	<u>1.513</u>	<u>1.558</u>	<u>1.541</u>	<u>1.554</u>	<u>1.564</u>
<u>1995</u>	<u>1.533</u>	<u>1.581</u>	<u>1.564</u>	<u>1.584</u>	<u>1.588</u>
<u>YEAR</u>	<u>TABLE 6</u>	<u>TABLE 7</u>	<u>TABLE 8</u>	<u>TABLE 9</u>	<u>TABLE 10</u>

	<u>Cement Mfg.</u>	<u>Chemical Mfg.</u>	<u>Clay Mfg.</u>	<u>Contractor Eq.</u>	<u>Creamery/Dairy</u>
2013	1.000	1.000	1.000	1.000	1.000
2012	1.009	1.004	1.010	1.017	1.008
2011	1.044	1.029	1.043	1.051	1.036
2010	1.073	1.056	1.074	1.081	1.069
2009	1.059	1.042	1.066	1.077	1.065
2008	1.107	1.078	1.115	1.109	1.089
2007	1.156	1.127	1.163	1.144	1.135
2006	1.217	1.193	1.225	1.184	1.215
2005	1.277	1.254	1.284	1.238	1.275
2004	1.388	1.360	1.386	1.322	1.372
2003	1.443	1.408	1.436	1.360	1.420
2002	1.473	1.436	1.464	1.382	1.443
2001	1.482	1.444	1.474	1.393	1.453
2000	1.496	1.458	1.490	1.401	1.469
1999	1.521	1.481	1.515	1.425	1.499
1998	1.528	1.489	1.520	1.437	1.505
1997	1.543	1.504	1.536	1.453	1.520
1996	1.563	1.523	1.560	1.481	1.546
1995	1.592	1.553	1.590	1.506	1.573
1994	1.648	1.610	1.645	1.547	1.639

<u>2014</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
<u>2013</u>	<u>1.010</u>	<u>1.009</u>	<u>1.011</u>	<u>1.011</u>	<u>1.010</u>
<u>2012</u>	<u>1.020</u>	<u>1.010</u>	<u>1.023</u>	<u>1.030</u>	<u>1.020</u>
<u>2011</u>	<u>1.055</u>	<u>1.038</u>	<u>1.056</u>	<u>1.065</u>	<u>1.048</u>
<u>2010</u>	<u>1.085</u>	<u>1.066</u>	<u>1.087</u>	<u>1.095</u>	<u>1.082</u>
<u>2009</u>	<u>1.071</u>	<u>1.051</u>	<u>1.079</u>	<u>1.091</u>	<u>1.077</u>
<u>2008</u>	<u>1.119</u>	<u>1.088</u>	<u>1.129</u>	<u>1.123</u>	<u>1.101</u>
<u>2007</u>	<u>1.169</u>	<u>1.137</u>	<u>1.177</u>	<u>1.159</u>	<u>1.148</u>
<u>2006</u>	<u>1.230</u>	<u>1.204</u>	<u>1.241</u>	<u>1.200</u>	<u>1.228</u>
<u>2005</u>	<u>1.291</u>	<u>1.265</u>	<u>1.300</u>	<u>1.254</u>	<u>1.289</u>
<u>2004</u>	<u>1.403</u>	<u>1.372</u>	<u>1.403</u>	<u>1.339</u>	<u>1.387</u>
<u>2003</u>	<u>1.459</u>	<u>1.420</u>	<u>1.453</u>	<u>1.378</u>	<u>1.436</u>
<u>2002</u>	<u>1.489</u>	<u>1.449</u>	<u>1.482</u>	<u>1.400</u>	<u>1.459</u>
<u>2001</u>	<u>1.498</u>	<u>1.457</u>	<u>1.492</u>	<u>1.411</u>	<u>1.469</u>
<u>2000</u>	<u>1.513</u>	<u>1.471</u>	<u>1.508</u>	<u>1.419</u>	<u>1.485</u>
<u>1999</u>	<u>1.538</u>	<u>1.495</u>	<u>1.534</u>	<u>1.444</u>	<u>1.516</u>
<u>1998</u>	<u>1.545</u>	<u>1.502</u>	<u>1.539</u>	<u>1.455</u>	<u>1.522</u>
<u>1997</u>	<u>1.561</u>	<u>1.517</u>	<u>1.555</u>	<u>1.472</u>	<u>1.537</u>
<u>1996</u>	<u>1.580</u>	<u>1.537</u>	<u>1.579</u>	<u>1.501</u>	<u>1.564</u>
<u>1995</u>	<u>1.609</u>	<u>1.567</u>	<u>1.609</u>	<u>1.525</u>	<u>1.591</u>

<u>YEAR</u>	<u>TABLE 11</u>	<u>TABLE 12</u>	<u>TABLE 13</u>	<u>TABLE 14</u>	<u>TABLE 15</u>
	<u>Elec. Pwr.</u>	<u>Elec. Eq.</u>		<u>Flour, Cer.</u>	
	<u>Eq.</u>	<u>Mfg.</u>	<u>Cannery/Fish</u>	<u>Feed</u>	<u>Cannery/Fruit</u>
2013	1.000	1.000	1.000	1.000	1.000

2012	0.990	0.993	1.007	1.007	1.011
2011	1.012	1.019	1.036	1.036	1.039
2010	1.068	1.069	1.070	1.070	1.072
2009	1.060	1.054	1.061	1.061	1.068
2008	1.064	1.072	1.089	1.089	1.089
2007	1.122	1.124	1.133	1.136	1.130
2006	1.215	1.203	1.213	1.210	1.204
2005	1.303	1.277	1.268	1.272	1.256
2004	1.426	1.391	1.367	1.373	1.347
2003	1.491	1.450	1.419	1.423	1.397
2002	1.516	1.475	1.445	1.447	1.419
2001	1.510	1.473	1.454	1.455	1.430
2000	1.521	1.484	1.470	1.471	1.444
1999	1.551	1.511	1.499	1.500	1.474
1998	1.544	1.506	1.504	1.507	1.479
1997	1.547	1.512	1.519	1.521	1.493
1996	1.555	1.526	1.547	1.544	1.523
1995	1.568	1.544	1.570	1.569	1.543
1994	1.651	1.618	1.634	1.632	1.602

<u>2014</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
<u>2013</u>	<u>0.999</u>	<u>1.003</u>	<u>1.011</u>	<u>1.010</u>	<u>1.012</u>
<u>2012</u>	<u>0.987</u>	<u>0.996</u>	<u>1.020</u>	<u>1.018</u>	<u>1.024</u>
<u>2011</u>	<u>1.010</u>	<u>1.022</u>	<u>1.049</u>	<u>1.047</u>	<u>1.053</u>
<u>2010</u>	<u>1.065</u>	<u>1.071</u>	<u>1.084</u>	<u>1.082</u>	<u>1.087</u>
<u>2009</u>	<u>1.057</u>	<u>1.057</u>	<u>1.074</u>	<u>1.073</u>	<u>1.082</u>
<u>2008</u>	<u>1.061</u>	<u>1.074</u>	<u>1.102</u>	<u>1.101</u>	<u>1.104</u>
<u>2007</u>	<u>1.119</u>	<u>1.126</u>	<u>1.147</u>	<u>1.148</u>	<u>1.145</u>
<u>2006</u>	<u>1.212</u>	<u>1.205</u>	<u>1.228</u>	<u>1.223</u>	<u>1.220</u>
<u>2005</u>	<u>1.300</u>	<u>1.280</u>	<u>1.284</u>	<u>1.285</u>	<u>1.273</u>
<u>2004</u>	<u>1.422</u>	<u>1.394</u>	<u>1.384</u>	<u>1.387</u>	<u>1.365</u>
<u>2003</u>	<u>1.487</u>	<u>1.454</u>	<u>1.437</u>	<u>1.438</u>	<u>1.416</u>
<u>2002</u>	<u>1.512</u>	<u>1.478</u>	<u>1.462</u>	<u>1.462</u>	<u>1.439</u>
<u>2001</u>	<u>1.506</u>	<u>1.477</u>	<u>1.472</u>	<u>1.470</u>	<u>1.449</u>
<u>2000</u>	<u>1.517</u>	<u>1.487</u>	<u>1.488</u>	<u>1.486</u>	<u>1.464</u>
<u>1999</u>	<u>1.547</u>	<u>1.515</u>	<u>1.518</u>	<u>1.516</u>	<u>1.494</u>
<u>1998</u>	<u>1.540</u>	<u>1.509</u>	<u>1.522</u>	<u>1.522</u>	<u>1.499</u>
<u>1997</u>	<u>1.543</u>	<u>1.516</u>	<u>1.538</u>	<u>1.537</u>	<u>1.513</u>
<u>1996</u>	<u>1.551</u>	<u>1.530</u>	<u>1.566</u>	<u>1.561</u>	<u>1.544</u>
<u>1995</u>	<u>1.564</u>	<u>1.547</u>	<u>1.589</u>	<u>1.585</u>	<u>1.564</u>

<u>YEAR</u>	<u>TABLE 16</u> <u>Packing/</u> <u>Fruit</u>	<u>TABLE 17</u> <u>Laundry/</u> <u>Clean</u>	<u>TABLE 18</u> <u>Logging Eq.</u>	<u>TABLE 19</u> <u>Packing/</u> <u>Meat</u>	<u>TABLE 20</u> <u>Metal</u> <u>Work</u>
2013	1.000	1.000	1.000	1.000	1.000
2012	1.017	1.006	1.009	1.010	1.029
2011	1.045	1.035	1.039	1.039	1.065

2010	1.076	1.069	1.069	1.070	1.044
2009	1.075	1.059	1.054	1.065	1.083
2008	1.097	1.095	1.089	1.099	1.125
2007	1.135	1.140	1.128	1.142	1.188
2006	1.188	1.202	1.175	1.217	1.240
2005	1.237	1.256	1.227	1.269	1.338
2004	1.321	1.355	1.319	1.360	1.381
2003	1.366	1.404	1.366	1.406	1.403
2002	1.387	1.430	1.387	1.430	1.406
2001	1.399	1.438	1.396	1.441	1.415
2000	1.410	1.450	1.404	1.457	1.435
1999	1.441	1.477	1.429	1.484	1.435
1998	1.447	1.480	1.435	1.491	1.448
1997	1.459	1.491	1.447	1.508	1.467
1996	1.493	1.515	1.469	1.535	1.493
1995	1.512	1.539	1.490	1.562	1.550
1994	1.559	1.594	1.538	1.621	1.590

<u>2014</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
<u>2013</u>	<u>1.014</u>	<u>1.010</u>	<u>1.010</u>	<u>1.012</u>	<u>1.008</u>
<u>2012</u>	<u>1.033</u>	<u>1.018</u>	<u>1.020</u>	<u>1.024</u>	<u>1.008</u>
<u>2011</u>	<u>1.062</u>	<u>1.047</u>	<u>1.051</u>	<u>1.054</u>	<u>1.039</u>
<u>2010</u>	<u>1.094</u>	<u>1.081</u>	<u>1.081</u>	<u>1.085</u>	<u>1.074</u>
<u>2009</u>	<u>1.093</u>	<u>1.071</u>	<u>1.066</u>	<u>1.080</u>	<u>1.054</u>
<u>2008</u>	<u>1.114</u>	<u>1.107</u>	<u>1.101</u>	<u>1.114</u>	<u>1.093</u>
<u>2007</u>	<u>1.153</u>	<u>1.153</u>	<u>1.140</u>	<u>1.158</u>	<u>1.135</u>
<u>2006</u>	<u>1.207</u>	<u>1.216</u>	<u>1.188</u>	<u>1.234</u>	<u>1.198</u>
<u>2005</u>	<u>1.257</u>	<u>1.270</u>	<u>1.240</u>	<u>1.287</u>	<u>1.251</u>
<u>2004</u>	<u>1.342</u>	<u>1.370</u>	<u>1.333</u>	<u>1.379</u>	<u>1.350</u>
<u>2003</u>	<u>1.388</u>	<u>1.420</u>	<u>1.381</u>	<u>1.426</u>	<u>1.393</u>
<u>2002</u>	<u>1.409</u>	<u>1.446</u>	<u>1.402</u>	<u>1.450</u>	<u>1.416</u>
<u>2001</u>	<u>1.422</u>	<u>1.454</u>	<u>1.411</u>	<u>1.461</u>	<u>1.419</u>
<u>2000</u>	<u>1.433</u>	<u>1.466</u>	<u>1.419</u>	<u>1.477</u>	<u>1.428</u>
<u>1999</u>	<u>1.464</u>	<u>1.494</u>	<u>1.445</u>	<u>1.505</u>	<u>1.448</u>
<u>1998</u>	<u>1.470</u>	<u>1.496</u>	<u>1.450</u>	<u>1.512</u>	<u>1.448</u>
<u>1997</u>	<u>1.482</u>	<u>1.508</u>	<u>1.462</u>	<u>1.529</u>	<u>1.462</u>
<u>1996</u>	<u>1.517</u>	<u>1.532</u>	<u>1.485</u>	<u>1.556</u>	<u>1.480</u>
<u>1995</u>	<u>1.536</u>	<u>1.556</u>	<u>1.506</u>	<u>1.583</u>	<u>1.506</u>

<u>YEAR</u>	<u>TABLE 21</u>	<u>TABLE 22</u>	<u>TABLE 23</u>	<u>TABLE 24</u>	<u>TABLE 25</u>
	<u>Mine</u>	<u>Paint</u>			<u>Paper</u>
	<u>Mill</u>	<u>Mfg.</u>	<u>Petroleum</u>	<u>Printing</u>	<u>Mfg.</u>
2013	1.000	1.000	1.000	1.000	1.000
2012	1.017	1.004	1.006	1.003	1.008
2011	1.062	1.035	1.036	1.030	1.038
2010	1.096	1.069	1.063	1.061	1.072

2009	1.095	1.056	1.046	1.051	1.060
2008	1.145	1.093	1.089	1.074	1.094
2007	1.194	1.141	1.143	1.112	1.138
2006	1.246	1.208	1.215	1.173	1.196
2005	1.307	1.268	1.287	1.220	1.250
2004	1.417	1.375	1.398	1.301	1.355
2003	1.471	1.427	1.448	1.338	1.407
2002	1.499	1.456	1.476	1.360	1.434
2001	1.517	1.465	1.491	1.362	1.446
2000	1.528	1.478	1.510	1.373	1.455
1999	1.553	1.506	1.532	1.392	1.484
1998	1.560	1.510	1.539	1.394	1.488
1997	1.577	1.525	1.560	1.401	1.501
1996	1.603	1.548	1.586	1.424	1.531
1995	1.628	1.575	1.618	1.445	1.551
1994	1.679	1.636	1.677	1.499	1.604

<u>2014</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
<u>2013</u>	<u>1.013</u>	<u>1.009</u>	<u>1.008</u>	<u>1.006</u>	<u>1.011</u>
<u>2012</u>	<u>1.032</u>	<u>1.014</u>	<u>1.015</u>	<u>1.010</u>	<u>1.020</u>
<u>2011</u>	<u>1.078</u>	<u>1.045</u>	<u>1.045</u>	<u>1.036</u>	<u>1.051</u>
<u>2010</u>	<u>1.113</u>	<u>1.079</u>	<u>1.072</u>	<u>1.068</u>	<u>1.085</u>
<u>2009</u>	<u>1.112</u>	<u>1.067</u>	<u>1.055</u>	<u>1.058</u>	<u>1.073</u>
<u>2008</u>	<u>1.163</u>	<u>1.104</u>	<u>1.098</u>	<u>1.081</u>	<u>1.107</u>
<u>2007</u>	<u>1.212</u>	<u>1.153</u>	<u>1.152</u>	<u>1.119</u>	<u>1.152</u>
<u>2006</u>	<u>1.265</u>	<u>1.220</u>	<u>1.226</u>	<u>1.181</u>	<u>1.210</u>
<u>2005</u>	<u>1.327</u>	<u>1.281</u>	<u>1.298</u>	<u>1.228</u>	<u>1.265</u>
<u>2004</u>	<u>1.439</u>	<u>1.389</u>	<u>1.410</u>	<u>1.309</u>	<u>1.371</u>
<u>2003</u>	<u>1.493</u>	<u>1.442</u>	<u>1.460</u>	<u>1.347</u>	<u>1.424</u>
<u>2002</u>	<u>1.522</u>	<u>1.471</u>	<u>1.489</u>	<u>1.369</u>	<u>1.451</u>
<u>2001</u>	<u>1.540</u>	<u>1.480</u>	<u>1.504</u>	<u>1.371</u>	<u>1.464</u>
<u>2000</u>	<u>1.551</u>	<u>1.493</u>	<u>1.523</u>	<u>1.382</u>	<u>1.473</u>
<u>1999</u>	<u>1.577</u>	<u>1.522</u>	<u>1.544</u>	<u>1.402</u>	<u>1.502</u>
<u>1998</u>	<u>1.584</u>	<u>1.526</u>	<u>1.552</u>	<u>1.403</u>	<u>1.506</u>
<u>1997</u>	<u>1.601</u>	<u>1.541</u>	<u>1.573</u>	<u>1.411</u>	<u>1.519</u>
<u>1996</u>	<u>1.627</u>	<u>1.564</u>	<u>1.599</u>	<u>1.433</u>	<u>1.549</u>
<u>1995</u>	<u>1.653</u>	<u>1.591</u>	<u>1.632</u>	<u>1.455</u>	<u>1.570</u>

<u>YEAR</u>	<u>TABLE 26</u>	<u>TABLE 27</u>	<u>TABLE 28</u>	<u>TABLE 29</u>	<u>TABLE 30</u>
	<u>Refrigeration</u>	<u>Rubber</u>	<u>Steam</u> <u>Power</u>	<u>Textile</u>	<u>Warehousing</u>
2013	1.000	1.000	1.000	1.000	1.000
2012	1.005	1.000	1.000	1.005	1.014
2011	1.036	1.027	1.028	1.030	1.044
2010	1.071	1.057	1.065	1.056	1.074
2009	1.064	1.041	1.055	1.042	1.067
2008	1.100	1.079	1.091	1.073	1.101

2007	1.148	1.121	1.143	1.111	1.140
2006	1.215	1.182	1.220	1.158	1.182
2005	1.273	1.231	1.285	1.202	1.223
2004	1.373	1.320	1.400	1.287	1.309
2003	1.422	1.366	1.452	1.324	1.354
2002	1.451	1.394	1.481	1.343	1.370
2001	1.463	1.398	1.487	1.349	1.375
2000	1.477	1.410	1.499	1.360	1.383
1999	1.506	1.431	1.522	1.380	1.409
1998	1.512	1.437	1.523	1.382	1.410
1997	1.527	1.453	1.534	1.394	1.415
1996	1.552	1.473	1.550	1.418	1.438
1995	1.579	1.501	1.576	1.437	1.451
1994	1.638	1.553	1.638	1.480	1.492

<u>2014</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
<u>2013</u>	<u>1.010</u>	<u>1.008</u>	<u>1.007</u>	<u>1.010</u>	<u>1.011</u>
<u>2012</u>	<u>1.017</u>	<u>1.009</u>	<u>1.007</u>	<u>1.015</u>	<u>1.027</u>
<u>2011</u>	<u>1.048</u>	<u>1.036</u>	<u>1.036</u>	<u>1.041</u>	<u>1.057</u>
<u>2010</u>	<u>1.084</u>	<u>1.066</u>	<u>1.073</u>	<u>1.067</u>	<u>1.087</u>
<u>2009</u>	<u>1.076</u>	<u>1.051</u>	<u>1.063</u>	<u>1.052</u>	<u>1.081</u>
<u>2008</u>	<u>1.113</u>	<u>1.089</u>	<u>1.099</u>	<u>1.085</u>	<u>1.115</u>
<u>2007</u>	<u>1.161</u>	<u>1.132</u>	<u>1.152</u>	<u>1.122</u>	<u>1.154</u>
<u>2006</u>	<u>1.229</u>	<u>1.192</u>	<u>1.229</u>	<u>1.170</u>	<u>1.196</u>
<u>2005</u>	<u>1.288</u>	<u>1.242</u>	<u>1.294</u>	<u>1.214</u>	<u>1.238</u>
<u>2004</u>	<u>1.389</u>	<u>1.332</u>	<u>1.411</u>	<u>1.300</u>	<u>1.325</u>
<u>2003</u>	<u>1.439</u>	<u>1.379</u>	<u>1.463</u>	<u>1.338</u>	<u>1.371</u>
<u>2002</u>	<u>1.468</u>	<u>1.407</u>	<u>1.493</u>	<u>1.357</u>	<u>1.387</u>
<u>2001</u>	<u>1.480</u>	<u>1.411</u>	<u>1.498</u>	<u>1.363</u>	<u>1.392</u>
<u>2000</u>	<u>1.494</u>	<u>1.423</u>	<u>1.510</u>	<u>1.374</u>	<u>1.400</u>
<u>1999</u>	<u>1.523</u>	<u>1.444</u>	<u>1.533</u>	<u>1.395</u>	<u>1.426</u>
<u>1998</u>	<u>1.529</u>	<u>1.450</u>	<u>1.535</u>	<u>1.397</u>	<u>1.428</u>
<u>1997</u>	<u>1.545</u>	<u>1.466</u>	<u>1.546</u>	<u>1.408</u>	<u>1.433</u>
<u>1996</u>	<u>1.570</u>	<u>1.486</u>	<u>1.562</u>	<u>1.432</u>	<u>1.456</u>
<u>1995</u>	<u>1.598</u>	<u>1.514</u>	<u>1.587</u>	<u>1.452</u>	<u>1.469</u>

<u>YEAR</u>	<u>TABLE 31</u> <u>Woodworking</u>	<u>TABLE 32</u> <u>Glass Mfg.</u>
2013	1.000	1.000
2012	1.015	1.005
2011	1.042	1.035
2010	1.074	1.071
2009	1.066	1.059
2008	1.091	1.094
2007	1.126	1.145
2006	1.172	1.213
2005	1.216	1.279

2004	1.298	1.391
2003	1.338	1.446
2002	1.358	1.475
2001	1.371	1.482
2000	1.372	1.497
1999	1.395	1.525
1998	1.397	1.528
1997	1.403	1.541
1996	1.438	1.561
1995	1.453	1.588
1994	1.494	1.652

2014	1.000	1.000
2013	1.013	1.008
2012	1.031	1.014
2011	1.058	1.044
2010	1.090	1.080
2009	1.082	1.068
2008	1.107	1.104
2007	1.143	1.154
2006	1.189	1.223
2005	1.234	1.289
2004	1.318	1.403
2003	1.359	1.458
2002	1.379	1.487
2001	1.391	1.495
2000	1.393	1.509
1999	1.416	1.538
1998	1.418	1.541
1997	1.424	1.554
1996	1.460	1.574
1995	1.475	1.601

AUTH: 15-1-201, MCA

IMP: 15-6-138, 15-8-111, MCA

5. Concerned persons may submit their data, views, or arguments, either orally or in writing, at the hearing. Written data, views, or arguments may also be submitted to: Laurie Logan, Department of Revenue, Director's Office, P.O. Box 7701, Helena, Montana 59604-7701; telephone (406) 444-7905; fax (406) 444-3696; or e-mail lalogan@mt.gov and must be received no later than November 20, 2014.

6. Laurie Logan, Department of Revenue, Director's Office, has been designated to preside over and conduct this hearing.

7. The Department of Revenue maintains a list of interested persons who wish to receive notices of rulemaking actions proposed by this agency. Persons

who wish to have their name added to the list shall make a written request, which includes the name and e-mail or mailing address of the person to receive notices and specifies that the person wishes to receive notice regarding a particular subject matter or matters. Notices will be sent by e-mail unless a mailing preference is noted in the request. A written request may be mailed or delivered to the person in 5 above or faxed to the office at (406) 444-3696, or may be made by completing a request form at any rules hearing held by the Department of Revenue.

8. An electronic copy of this notice is available on the department's web site at revenue.mt.gov. Select the Administrative Rules link under the Other Resources section located in the body of the homepage, and open the Proposal Notices section within. The department strives to make the electronic copy of this notice conform to the official version of the notice, as printed in the Montana Administrative Register, but advises all concerned persons that in the event of a discrepancy between the official printed text of the notice and the electronic version of the notice, only the official printed text will be considered. While the department also strives to keep its web site accessible at all times, in some instances it may be temporarily unavailable due to system maintenance or technical problems.

9. The bill sponsor contact requirements of 2-4-302, MCA, do not apply

10. With regard to the requirements of 2-4-111, MCA, the department has determined that the amendment of the above-referenced rules will not significantly and directly impact small businesses.

/s/ Laurie Logan
Laurie Logan
Rule Reviewer

/s/ Mike Kadas
Mike Kadas
Director of Revenue

Certified to the Secretary of State October 14, 2014.